

REPORT

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THIS IS UNEVALUATED INFORMATION

AIR LINES' PERSONNEL
GOES OVER TO COMMUNISTS

Today there are many rumors that the KMT government authorities have authorized General Chennault's CAT (Civil Air Transport) to take over the CNAC and CATC planes and other equipment now in Hong Kong. The CAT assistant manager and the chief pilot have already gone to Taiwan to consult with Chiang Kai-shek as to the legal procedures by which the taking over of the property may be accomplished.

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BANK'S INVESTMENT IN CAT -- Hua-ch'iao Jih-pao, 12 Nov 49

Hong Kong, 10 November -- A spokesman for the Chi-ch'eng Bank today stated that in order to disassociate itself from involvement, the bank had withdrawn its investment loan to General Chennault's CAT which obviously had become an integral part of the KMT government war machine.

AIR SERVICE TO SOUTH AMERICA -- Fain-sheng Wan-pao, 21 Oct 49

Hong Kong -- The South American aviation corporation now has an agency in Hong Kong to handle the business of patrons in the Far East who may travel from Hong Kong to the US by other lines. From the US to points in South America, travelers will fly on planes of the South American Aviation Corporation.

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